COMMONWEALTH OF KENTUCKY

RECEIVED

BEFORE THE PUBLIC SERVICE COMMISSION

SEP 19 2014

PUBLIC SERVICE COMMISSION

| APPLICATION OF JESSAMINE-SOUTH |) | |
|---------------------------------------|---|------------|
| ELKHORN WATER DISTRICT FOR A |) | |
| CERTIFICATE OF PUBLIC CONVENIENCE AND |) | CASE NO. |
| NECESSITY TO CONSTRUCT AND FINANCE A |) | 2014-00084 |
| WATERWORKS IMPROVEMENT PROJECT |) | |
| PURSUANT TO KRS 278.020 AND 278.300 |) | |

ATTORNEY GENERAL'S REPLY TO APPLICANT'S RESPONSE AND WRITTEN STATEMENT REGARDING THE REQUEST FOR HEARING

Comes now the Attorney General of the Commonwealth of Kentucky ("AG"), by and through his Office of Rate Intervention, and pursuant to 807 KAR 5:001 Section 5(3)files his Reply to the most recent Response by the Applicant as well as his Written Statement regarding the Request for Hearing filed in the instant matter by Forest Hills Residents' Association, Inc. and T. Logan Davis.

The Attorney General shares the concerns expressed by Applicant, Jessamine-South Elkhorn Water District, regarding the need for a hearing to address matters that have already been placed on record with the Commission and incorporated by reference in this proceeding. Further, of concern to the Attorney General is the possibility that additional delay and mounting litigation costs associated with addressing duplicative issues, or conducting a hearing that would do so, will unnecessarily and disproportionately burden the ratepayers who are not represented by

Forest Hills. Moreover, the Attorney General states that his office has not independently sought a hearing in this matter nor does it intend to do so.

WHEREFORE, the Attorney General respectfully requests that the Commission consider the factual and legal arguments as well as the statements of Attorney General provided herein.

Respectfully submitted,

JACK CONWAY ATTORNEY GENERAL

JENNIFER BLACK HANS

GREGORY T. DUTTON

ASSISTANT ATTORNEYS GENERAL 1024 CAPITAL CENTER DRIVE, SUITE 200

FRANKFORT KY 40601-8204

(502) 696-5453

FAX: (502) 573-8315

Certificate of Service and Filing

Counsel certifies that an original and ten photocopies of the foregoing were served and filed by hand delivery to Jeff Derouen, Executive Director, Public Service Commission, 211 Sower Boulevard, Frankfort, Kentucky 40601; counsel further states that true and accurate copies of the foregoing were mailed via First Class U.S. Mail, postage pre-paid, to:

L. Nicholas Strong, Chairman Jessamine-South Elkhorn Water District P.O. Box 721 Nicholasville, Kentucky 40340-0721

Hon. Bruce E. Smith Hon. Henry E. Smith Bruce E. Smith Law Offices, PLLC 201 South Main Street Nicholasville, Kentucky 40356

Hon. Anthony G. Martin P.O. Box 1812 Lexington, Kentucky 40588

Hon. Robert M. Watt, III Hon. Monica H. Braun Stoll Keenon Ogden, PLLC 300 West Vine Street, Suite 2100 Lexington, Kentucky 40507

this Mthy day of September, 2014

Gregory T. Dutton

Assistant Attorney General